

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: April 6, 1995

SUBJECT: **SB 635**

This bill, if enacted, will prohibit discrimination in the rate of reimbursement for services performed by dentists in the state whenever a policy of insurance provides for the reimbursements or payments in whole or in part for services performed by dentists.

The fiscal impact from enactment of this bill is estimated to be an increase in expenditures to the TennCare Program since the provisions of this bill could be applied to the dental plan in the TennCare Program. Dental costs to managed care organizations will increase which will result in increased capitation rates. The amount of increase cannot be reasonably determined but is estimated to exceed \$100,000 in the long run.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive
Director